

SAPC 12146  
COPY 1 OF 2WESTINGHOUSE  
ELECTRIC CORPORATION

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FRIENDSHIP  
INTERNATIONAL AIRPORT  
BALTIMORE, MD.

4 January 1957

SUBJECT: Contract FL-3011  
Navy Facilities Rental at Specialties, Inc.

Dear Joe:

Specialties, Inc., the supplier of the camera used on the equipment being delivered under the subject contract, advises that they are required to pay to the Bureau of Ordnance a rental fee for the use of their Syosset, New York facilities made available to Specialties under contract NORD(F)-1321. This rental fee amounts to  $2\frac{1}{2}\%$  of their contract price.

They further advise that this expense may be eliminated and their prices to us reduced accordingly if the Westinghouse contracting officer on this program can certify to Specialties, with a copy to the contracting officer, BuOrd, that rental of these facilities can properly be waived under the provisions of Section 13-407 of ASPR.

For your consideration, this  $2\frac{1}{2}\%$  fee amounts to approximately \$35,000. In the event you elect to take steps to eliminate this cost element, it is requested that such waiver not contain a specific dollar amount, but rather provide a waiver of the  $2\frac{1}{2}\%$  rental fee specified in the referenced BuOrd contract.

Advice as to your intentions in this matter will be appreciated.

This matter has been discussed with Dick during one of his recent visits to our plant.

Very truly yours,

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